

CITY OF STOCKTON

Stockton, Kansas

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

December 31, 2014

MAPES & MILLER LLP  
Certified Public Accountants  
Stockton, Kansas

**CITY OF STOCKTON**  
**December 31, 2014**

CITY COUNCIL

Kim Thomas, Mayor

City Commissioners

Reesa Brown  
Wayne Madison

Don McLaughlin  
Sandi Rogers

Administration

Keith Schlaegel  
Doug Conn  
Rebecca Lowry  
Edward C. Hageman  
Kay Ross

City Manager  
City Clerk  
City Treasurer  
City Attorney  
Municipal Judge

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**December 31, 2014**

**TABLE OF CONTENTS**

**Page**  
**Numbers**

Independent Auditor's Report	1-2
------------------------------	-----

**FINANCIAL SECTION**

STATEMENT 1	
Summary Statement of Receipts, Expenditures, and Unencumbered Cash	3-4
Notes to the Financial Statements	5-13

**REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE 1	
Summary of Expenditures - Actual and Budget	14
SCHEDULE 2	
Schedule of Receipts and Expenditures – Actual and Budget	
2-1    General Fund	15-18
Special Purpose Funds:	
2-2    Special City Highway Fund	19
2-3    Industrial Fund	20
2-4    Library Fund	21
2-5    Employee Benefit Fund	22
2-6    Transient Guest Tax Fund	23
2-7    Equipment Reserve Fund	24
2-8    Sewer Utility Depreciation Fund	25
2-9    Electric Utility Depreciation Fund	26
2-10   Water Utility Depreciation Fund	27
2-11   Special Highway Improvement Fund	28
2-12   Oil Revenue Trust Fund	29
2-12   Special Law Enforcement Trust Fund	29
2-13   Senior Citizen Center Fund	30
2-13   Street Tree Fund	30
2-14   Schafer Estate Trust Fund	31
2-14   Pet Cemetery Upkeep Fund	31
2-15   Pearl McMillen Trust Fund	32
2-15   Safe Route to Schools Grant Fund	32
2-16   Hansen Trust Fund	33
2-16   MIH Housing Grant Fund	33
Capital Projects Funds:	
2-17   Highway 183 Project Fund	34
2-17   Sewer Lagoon Project Fund	34

**CITY OF STOCKTON**

**Stockton, Kansas**

**December 31, 2014**

**TABLE OF CONTENTS (CONT.)**

	<u>Page Numbers</u>
SCHEDULE 2	
Schedule of Receipts and Expenditures – Actual and Budget (Cont.)	
Business Funds:	
2-18 Electric Utility Fund	35-36
2-19 Water Utility Fund	37-38
2-20 Sewer Maintenance Utility Fund	39
2-21 Solomon Valley Manor Fund	40
2-22 Solid Waste Utility Fund	41
2-23 Stormwater Management Utility Fund	42
2-24 Utility Deposits Fund	43
Trust Funds:	
2-25 Keller Estate Memorial Fund	44
2-25 Carl Brown Fund	44
2-26 D.A. Hindman Trust Fund	45
SCHEDULE 3	
Summary of Receipts and Disbursements - Agency Funds	46



# MAPES & MILLER LLP

**CERTIFIED PUBLIC ACCOUNTANTS**  
A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

JOHN D. MAPES, CPA, CHTD  
DENIS W. MILLER, CPA, PA  
THOMAS B. CARPENTER, CPA, PA  
DON E. TILTON, CPA, PA

BRIAN S. THOMSON, CPA, PA  
REBECCA A. LIX, CPA, PA  
STEPHANIE M. HEIER, CPA, PA

418 E HOLME  
NORTON, KS 67654  
(785)877-5833

P.O. BOX 266  
711 3<sup>RD</sup> STREET  
PHILLIPSBURG, KS 67661  
(785)543-6561

PO BOX 412  
QUINTER, KS 67752  
(785)754-2111

P.O. BOX 508  
503 MAIN STREET  
STOCKTON, KS 67669  
(785)425-6764

## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Commissioners  
City of Stockton  
Stockton, Kansas 67669

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Stockton, Kansas as of and for the year ended December 31, 2014 and the related notes to the financial statement.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for “Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Stockton, Kansas as of December 31, 2014, or changes in financial position and cash flows for the year then ended.

***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Stockton, Kansas, as of December 31, 2014, and the aggregate cash receipts and expenditures for the year then ended in accordance with the financial reporting provisions of *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement taken as a whole, on the basis of accounting described in Note 1.

***Mapes & Miller LLP***

Certified Public Accountants

November 17, 2015  
Stockton, Kansas

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Statement 1**  
**Page 1 of 2**

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 1,663	\$ -	\$ 834,688	\$ 803,200	\$ 33,151	\$ 27,159	\$ 60,310
Special Purpose Funds:							
Special City Highway Fund	23,753	-	34,500	38,867	19,386	-	19,386
Industrial Fund	9,097	-	675	-	9,772	-	9,772
Library Fund	1	-	66,107	66,107	1	-	1
Employee Benefit Fund	405	-	543,617	544,022	-	11,031	11,031
Transient Guest Tax Fund	12,102	-	7,722	8,932	10,892	-	10,892
Equipment Reserve Fund	11,460	-	-	5,328	6,132	-	6,132
Sewer Utility Depreciation Fund	62,209	-	-	23,513	38,696	-	38,696
Electric Utility Depreciation Fund	623,116	-	100,000	3,934	719,182	-	719,182
Water Utility Depreciation Fund	100,000	-	50,000	-	150,000	-	150,000
Special Highway Improvement Fund	14,571	-	-	-	14,571	-	14,571
Oil Revenue Trust Fund	91,785	-	38,564	77,167	53,182	-	53,182
Special Law Enforcement Trust Fund	2,824	-	5	787	2,042	-	2,042
Senior Citizen Center Fund	82,954	-	93	1,152	81,895	-	81,895
Street Tree Fund	2,305	-	900	1,039	2,166	-	2,166
Schafer Estate Trust Fund	39,236	-	14,665	13,000	40,901	-	40,901
Pet Cemetery Upkeep Fund	100	-	-	-	100	-	100
Pearl McMillen Trust Fund	21,734	-	24	796	20,962	-	20,962
Safe Route to Schools Grant Fund	(15,000) *	-	15,000	-	-	-	-
Hansen Trust Fund	105,254	-	-	-	105,254	-	105,254
MIH Housing Grant Fund	-	-	10,000	10,000	-	-	-
Capital Projects Fund:							
Highway 183 Project Fund	(29,730) *	-	31,594	1,864	-	-	-
Sewer Lagoon Project Fund	(2,899,753) *	-	2,488,151	2,630	(414,232) *	409,884	(4,348)
Business Funds:							
Electric Utility Fund	219,822	-	2,135,129	2,180,975	173,976	67,053	241,029
Water Utility Fund	613,297	-	547,091	601,062	559,326	2,212	561,538
Sewer Maintenance Utility Fund	334,408	-	330,227	336,943	327,692	374	328,066
Solomon Valley Manor Fund	561,694	-	1,940,139	1,859,183	642,650	16,054	658,704
Solid Waste Utility Fund	150,580	-	231,234	205,314	176,500	2,390	178,890
Stormwater Management Utility Fund	18,323	-	13,962	17,800	14,485	5,800	20,285
Utility Deposits Fund	-	-	6,782	6,782	-	12,220	12,220
Trust Funds:							
Keller Estate Memorial Fund	5,000	-	-	-	5,000	-	5,000
Carl Brown Fund	2,000	-	-	-	2,000	-	2,000
D.A. Hindman Trust Fund	1,000	-	-	-	1,000	-	1,000
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 166,210</u>	<u>\$ -</u>	<u>\$ 9,440,869</u>	<u>\$ 6,810,397</u>	<u>\$ 2,796,682</u>	<u>\$ 554,177</u>	<u>\$ 3,350,859</u>

\* See Note 6A, (Cash Basis Exceptions)

The notes to the financial statements are an integral part of this statement.

**CITY OF STOCKTON****Stockton, Kansas****Statement 1****Page 2 of 2****SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH****Regulatory Basis****For The Year Ended December 31, 2014**

\

**COMPOSITION OF CASH AND INVESTMENTS:**

Cash on Hand	\$	100
Stockton National Bank		
Stockton, Kansas		
Petty Cash Checking Account - City		1,500
Petty Cash Checking Account- Manor		457
Checking Account - Operating Account		203,211
Checking Account - Manor		385,616
Checking Account - Stockton 125 ACH Account		11,181
Checking Account - Federal Tax Deposit		58,122
Checking Account - Water Project Account		558,918
Savings Account - Bond & Interest Account - Manor		1,290
Savings Account - Equipment Account - Manor		256,939
Savings Account - Memorial Account - Manor		11,964
Savings Account - Activities Account - Manor		2,438
Certificates of Deposit		1,638,825
Farmers National Bank		
Stockton, Kansas		
DDA Account		10,415
Checking Account - Dare Account		91
Savings Account - Dare Account		1,951
Certificates of Deposit		254,154
Investments:		
Series H/HH Bonds		<u>23,000</u>
Total Cash and Investments		3,420,172
Agency Funds per Schedule 3		<u>(69,313)</u>
Total Reporting Entity (Excluding Agency Funds)	\$	<u><u>3,350,859</u></u>

The notes to the financial statements are an integral part of this statement.



CITY OF STOCKTON  
Stockton, Kansas  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2014

Page One

1. **Summary of Significant Accounting Policies**

**Financial Reporting Entity**

The City of Stockton, Kansas, was incorporated as a city of the third class in 1880. The City operates under the commission form of government with an elected five-member commission. The regulatory financial statement presents the City of Stockton (the municipality) but does not include its related municipal entities. The related municipal entities are as follows and have not been subjected to an audit.

Stockton Housing Authority--The Stockton Housing Authority was organized for the purpose of operating a subsidized 30-unit apartment complex for the elderly. The Housing Authority is governed by a board which is appointed by the City Commission.

Stockton Public Library--The Stockton Public Library provides Library services to the City of Stockton and surrounding area. The City of Stockton levies taxes to assist in funding the Library and the City Commission appoints the seven-member Library Board.

Stockton Public Building Commission--The Stockton Public Building Commission was organized for the purpose of acquisition or construction of facilities for the benefit of the City. The Public Building Commission is governed by a board which is appointed by the City Council.

**Regulatory Basis Fund Types**

**General Fund**—the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose Fund**—used to account for the proceeds of specific tax levies and other specific regulatory revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

**Bond and Interest Fund**—used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

**Capital Project Fund**—used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

**Business Fund**—funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

**Trust Fund**—funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

**Agency Fund**—funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

**1. Summary of Significant Accounting Policies (Cont.)****Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America**

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

**Reimbursements**

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

**Budgetary Information**

Kansas Statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The following funds of the City were amended on December 23, 2014: General Fund, Water Utility Fund, Sewer Maintenance Utility Fund, Stormwater Management Utility Fund, and Solomon Valley Manor Fund.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

**1. Summary of Significant Accounting Policies (Cont.)****Budgetary Information (Cont.)**

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are usually supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for Capital Project Funds, Trust and the following Special Purpose Funds:

Equipment Reserve Fund  
Sewer Utility Depreciation Fund  
Electric Utility Depreciation Fund  
Water Utility Depreciation Fund  
Special Highway Improvement Fund  
Oil Revenue Trust Fund  
Special Law Enforcement Trust Fund  
Senior Citizen Center Fund  
Street Tree Fund  
Schafer Estate Trust Fund  
Pet Cemetery Upkeep Fund  
Pearl McMillen Trust Fund  
Safe Route to Schools Grant Fund  
Hansen Trust Fund  
MIH Housing Grant Fund

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

**2. Claims and Judgments**

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. The City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The Solomon Valley Manor Fund participates in the Kansas Medicaid Reimbursement Program and the Medicare Reimbursement Program. These programs are subject to audit and retroactive adjustments. Differences between the estimated amounts accrued and final settlements, if any, have not been determined at this time.

The City of Stockton is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2013 to 2014 and there were no settlements that exceeded insurance coverage in the past three years.

The City has been unable to obtain property insurance on its electric distribution system at a cost to be economically justifiable. The financial impact to the City, if major storm damage occurred to this system, although not reasonably determinable, is presumed to be material.

**3. Property Taxes**

Property taxes are levied November 1st of the calendar year. A lien is placed on the property when the taxes are levied. The taxes are due 1/2 on December 20th and 1/2 the following May 10th. Any taxes unpaid at the due dates are considered delinquent. Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year: such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operation of the City and therefore are not susceptible to accrual.

It is not practical to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statements taken as a whole.

**4. Interfund Transfers**

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Electric Utility Fund	General Fund	K.S.A. 12-825d	\$ 125,000
Electric Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	235,000
Electric Utility Fund	Electric Utility Depreciation Fund	K.S.A. 12-825d	100,000
Water Utility Fund	General Fund	K.S.A. 12-825d	40,000
Water Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	22,535
Water Utility Fund	Water Utility Depreciation Fund	K.S.A. 12-825d	50,000
Solid Waste Utility Fund	General Fund	K.S.A. 12-825d	10,000
Solid Waste Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	25,000
Sewer Maintenance Utility Fund	General Fund	K.S.A. 12-825d	5,000
Stormwater Management Utility Fund	General Fund	K.S.A. 12-825d	12,000
Special Law Enforcement Trust Fund	General Fund	To Close Account	165
Total			<u>\$ 624,700</u>

**5. Deposits and Investments**

As of December 31, 2014, the City had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity Dates</u>	<u>Rating</u>
Series HH Bonds	<u>\$23,000</u>	2011-2023	N/A

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

## 5. Deposits and Investments –(Cont.)

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$3,397,072 and the bank balance was \$3,522,285. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and \$3,022,285 was collateralized with securities held by the pledging financial institution's agents in the City's name.

*Custodial credit risk - investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

## 6. Stewardship, Compliance and Accountability

### Compliance With Kansas Statutes

- A. K.S.A. 10-1113 states that expenditures are to be made in compliance with the cash basis law which requires that no indebtedness be created for a fund in excess of available monies in that fund. The funds with a negative cash balance are as follows:

Safe Route to Schools Grant Fund  
Sewer Lagoon Project Fund  
Highway 183 Project Fund

The funds mentioned above are federal grants or loans where the expenditures are incurred by the City and then reimbursed by the grants or loans. K.S.A. 12-1664 allows the City to temporarily finance the federal grants and federal aid from current funds until the federal grants or aid is received.

- B. The City was not in compliance with K.S.A. 9-1402 which requires deposits with authorized financial institutions to be adequately secured. On January 1, 2014 the amount of deposits was \$272,904 at the Farmers National Bank which was secured by \$250,000 of FDIC coverage. This results in the deposits being under secured by \$22,904.
- C. K.S.A. 10-130 states that the City shall remit to the state fiscal agent the required principal and interest payments at least 20 days prior to maturity of those bonds. The City made the required payment to the fiscal agent 19 days prior to maturity.
- D. K.S.A. 12-1608 requires third class cities to publish financial statements with beginning fund balances, receipts, expenditures and ending fund balances within 30 days after the end of the year. The City was not in compliance with K.S.A. 12-1608 as the financial statements were not published until February 12, 2015.

**7. Defined Benefit Pension Plan**

**Plan Description** - The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issue a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

**Funding Policy** - K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

**8. Other Long-Term Obligations from Operations****Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

**Termination Benefits**

Employees hired prior to December 31, 2009 and choose to retiree within two years of obtaining 85 points under the Kansas Public Employees Retirement System the City pays 50% of a single premium for each retiree and each retiree is responsible for the balance. This benefit continues until the retiree is Medicare eligible or finds employment elsewhere offering a health benefits. During the year ended December 31, 2014, 5 retirees participated in this plan and the City paid \$23,685 in premiums for these retirees. Any remaining subsidy to retirees due to the plan's level premium structure has not been quantified in these financial statements.

**Other Employee Benefits****Vacation Leave**

The City's policy with regard to vacation leave which provides for all full-time permanent employees to accumulate vacation leave is as follows:

<u>Years of Continuous Employment</u>	<u>0-5</u>	<u>5-10</u>	<u>10-15</u>	<u>Over 15</u>
Maximum hours accumulation	120	140	160	200
Equivalent work days	15	17 ½	20	25

Upon termination, an employee shall be compensated for all earned but unused vacation at their final rate of pay, subject to the maximum hours of accumulation.

**Other Employee Benefits (Continued)****Sick Leave**

Full-time employees earn sick leave at the rate of 8 hours per month and part-time employees working at least 20 hours receive 4 hours per month. No employee may accrue more than 960 hours of sick leave or 480 hours for part-time employees. After 10 years of service employees shall be paid 25% of accumulated sick leave upon termination or retirement.

**9. Capital Projects**

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Expenditures To Date
	-----	-----
Sewer Lagoon Project	\$ 5,402,300	\$ 4,694,388

**10. Various Agreements**

The City has entered into various agreements as follows:

**a. Moderate Income Housing Grant**

On October 11, 2013 the City entered into an agreement with the Kansas Housing Resources Corporation to be used for housing development in rural areas. The grant is up to \$71,000 for eligible activities. The City has received \$36,000 of the grant as of December 31, 2014.

**b. Sewer Lagoon Project**

On May 9, 2011 the City entered into a loan agreement with the Kansas Department of Health and Environment not to exceed \$4,622,300 with principle forgiveness not to exceed \$1,848,920. This loan agreement was amended on March 13, 2013 increasing the loan amount to not exceed \$5,402,300 and amended on July 7, 2015 increasing the principal forgiveness not to exceed \$2,092,845. The loan is to be used for construction of a wastewater treatment lagoon. The City has received loan proceeds of \$4,690,041 as of December 31, 2014.

**c. Safe Routes to Schools Grant**

On November 21, 2012 the City entered into a grant agreement with the Kansas Department of Transportation to be used for improvements to the infrastructure surrounding schools for crossings, walkways, trails and bikeways. The grant is not to exceed \$15,000. The grant proceeds were received and expended as of December 31, 2014.

**11. Subsequent Events**

On August 1, 2015 the City was approved for a CDBG grant in the amount of \$173,829 along with \$29,089 to be provided by the City to be used for sidewalk improvements.

Management has evaluated the effects of the financial statements of subsequent events occurring through the date of this report, which is the date of which the financial statements were available to be issued.

**12. Long-Term Debt**

Changes in long-term liabilities for the City for the year ended December 31, 2014, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:									
Series 2010	4.00%	03/01/10	4,046,000	2050	\$ 3,913,000	\$ -	\$ 48,000	\$ 3,865,000	\$ 156,520
KDHE Loans:									
KS Dept. of Health & Environment	3.01%	05/09/11	4,622,300	2033	2,117,131	2,488,151	160,944	4,444,338	78,611
Capital Leases:									
Fire Gear	4.00%	12/21/10	26,329	2015	11,003	-	5,514	5,489	439
Motor Grader	4.50%	01/20/11	37,910	2014	13,204	-	13,204	-	593
Bucket Truck	4.00%	06/07/11	73,615	2016	46,890	-	15,083	31,807	1,445
2013 Freightliner Trash Truck	2.25%	02/19/13	79,000	2017	79,000	-	18,849	60,151	2,094
Total Capital Leases					150,097	-	52,650	97,447	4,571
Total Contractual Indebtedness					\$ 6,180,228	\$ 2,488,151	\$ 261,594	\$ 8,406,785	\$ 239,702



**12. Long-Term Debt (Cont.)**

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	2015	2016	2017	2018	2019	2020-2024	2025-2029	2030-2034
PRINCIPAL:								
General Obligation Bonds	\$ 50,000	\$ 51,000	\$ 54,000	\$ 56,000	\$ 58,000	\$ 327,000	\$ 400,000	\$ 486,000
KDHE Loans	106,576	109,808	113,138	116,569	120,104	657,415	763,333	886,316
Capital Leases	40,361	36,555	20,531	-	-	-	-	-
Total Principal	196,937	197,363	187,669	172,569	178,104	984,415	1,163,333	1,372,316
INTEREST:								
General Obligation Bonds	154,600	152,600	150,560	148,400	146,160	694,040	623,000	536,440
KDHE Loans	132,979	129,747	126,416	122,985	119,450	540,356	434,438	311,456
Capital Leases	2,820	1,551	461	-	-	-	-	-
Total Interest	290,399	283,898	277,437	271,385	265,610	1,234,396	1,057,438	847,896
Total Principal & Interest	\$ 487,336	\$ 481,261	\$ 465,106	\$ 443,954	\$ 443,714	\$ 2,218,811	\$ 2,220,771	\$ 2,220,212
	2035-2039	2040-2044	2045-2049	2050	Total			
PRINCIPAL:								
General Obligation Bonds	\$ 591,000	\$ 719,000	\$ 876,000	\$ 197,000	\$ 3,865,000			
KDHE Loans	1,029,113	541,966	-	-	4,444,338			
Capital Leases	-	-	-	-	97,447			
Total Principal	1,620,113	1,260,966	876,000	197,000	8,406,785			
INTEREST:								
General Obligation Bonds	431,240	303,080	147,240	7,880	3,495,240			
KDHE Loans	168,659	23,729	-	-	2,110,215			
Capital Leases	-	-	-	-	4,832			
Total Interest	599,899	326,809	147,240	7,880	5,610,287			
Total Principal & Interest	\$ 2,220,012	\$ 1,587,775	\$ 1,023,240	\$ 204,880	\$ 14,017,072			

**CITY OF STOCKTON**  
**REGULATORY-REQUIRED**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 1**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For the Year Ended December 31, 2014**

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance- Over (Under)
General Fund	\$ 816,954	\$ -	\$ 816,954	\$ 803,200	\$ (13,754)
Special Purpose Funds:					
Special City Highway Fund	38,880	-	38,880	38,867	(13)
Industrial Fund	5,395	-	5,395	-	(5,395)
Library Fund	68,000	-	68,000	66,107	(1,893)
Employee Benefit Fund	611,344	-	611,344	544,022	(67,322)
Transient Guest Tax Fund	10,000	-	10,000	8,932	(1,068)
Business Funds:					
Electric Utility Fund	2,181,540	-	2,181,540	2,180,975	(565)
Water Utility Fund	606,170	-	606,170	601,062	(5,108)
Sewer Maintenance Utility Fund	375,000	-	375,000	336,943	(38,057)
Solomon Valley Manor Fund	2,094,000	-	2,094,000	1,859,183	(234,817)
Solid Waste Utility Fund	212,330	-	212,330	205,314	(7,016)
Stormwater Management Utility Fund	19,800	-	19,800	17,800	(2,000)
Utility Deposits Fund	13,768	-	13,768	6,782	(6,986)

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 1 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 269,364	\$ 306,423	\$ (37,059)
Delinquent Tax	20,198	500	19,698
Motor Vehicle Tax	47,005	45,293	1,712
Recreational Vehicle Tax	1,147	1,186	(39)
16/20M Vehicle Tax	1,542	-	1,542
Commercial Vehicle Tax	3,189	-	3,189
Franchise Fees	30,448	25,000	5,448
Local Alcoholic Liquor	4,034	4,938	(904)
County Ambulance Subsidy	13,000	-	13,000
	<hr/>	<hr/>	<hr/>
Total Taxes and Shared Revenue	389,927	383,340	6,587
	<hr/>	<hr/>	<hr/>
Licenses and Permits:			
Pet Licenses	657	500	157
Permits and Licenses	1,800	1,500	300
Oil License Renewal	3,750	5,000	(1,250)
Liquor Licenses	975	500	475
	<hr/>	<hr/>	<hr/>
Total Licenses and Permits	7,182	7,500	(318)
	<hr/>	<hr/>	<hr/>
Charges for Services:			
Ambulance Service	114,293	70,000	44,293
Rural Fire Contracts	34,050	35,000	(950)
Swimming Pool	9,183	10,000	(817)
Accident Reports	77	-	77
Cemetary Services	2,550	6,000	(3,450)
Other	3,695	-	3,695
	<hr/>	<hr/>	<hr/>
Total Charges for Services	163,848	121,000	42,848
	<hr/>	<hr/>	<hr/>
Fines, Forfeitures and Penalties			
Court Fines/Fees	14,825	20,000	(5,175)
	<hr/>	<hr/>	<hr/>
Other:			
Interest in Idle Funds	3,952	2,000	1,952
Rent and Lease	7,166	3,000	4,166
Oil Royalties	7,708	8,000	(292)
Reimbursed Expense	1,194	-	1,194
State Emergency Medical Aid	1,280	-	1,280
Sale of Materials and Property	3,422	-	3,422
Miscellaneous	18,289	950	17,339
Donations	20,193	250	19,943
Insurance Dividend	3,537	-	3,537
	<hr/>	<hr/>	<hr/>
Total Other	66,741	14,200	52,541
	<hr/>	<hr/>	<hr/>

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 2 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
Operating Transfers:			
Electric Utility Fund	\$ 125,000	\$ 150,000	\$ (25,000)
Water Utility Fund	40,000	65,000	(25,000)
Sewer Maintenance Utility Fund	5,000	5,000	-
Solid Waste Utility Fund	10,000	10,000	-
Special Law Enforcement Trust Fund	165	-	165
Stormwater Management Utility Fund	12,000	14,000	(2,000)
Total Operating Transfers	192,165	244,000	(51,835)
Total Receipts	834,688	\$ 790,040	\$ 44,648
EXPENDITURES			
General Administration:			
Personal Services	36,258	\$ 37,141	\$ (883)
Contractual Services	56,593	53,000	3,593
Commodities	22,533	21,000	1,533
Capital Outlay	-	10,000	(10,000)
Total General Administration	115,384	121,141	(5,757)
Police:			
Personal Services	169,397	165,684	3,713
Contractual Services	18,177	26,000	(7,823)
Commodities	29,259	30,000	(741)
Capital Outlay	10,136	6,000	4,136
Total Police	226,969	227,684	(715)
Streets:			
Personal Services	41,406	42,200	(794)
Contractual Services	16,026	16,500	(474)
Commodities	108,978	102,000	6,978
Capital Outlay	11,105	15,000	(3,895)
Total Streets	177,515	175,700	1,815
Cemetery:			
Personal Services	21,130	25,000	(3,870)
Contractual Services	3,019	2,500	519
Commodities	1,166	2,500	(1,334)
Capital Outlay	600	-	600
Total Cemetery	25,915	30,000	(4,085)

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 3 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
Airport:			
Contractual Services	\$ 432	\$ -	\$ 432
Fire Dpartment:			
Personal Services	15,838	22,000	(6,162)
Contractual Services	13,360	10,000	3,360
Commodities	18,688	15,000	3,688
Capital Outlay	21,792	67,329	(45,537)
Total Fire Department	69,678	114,329	(44,651)
Ambulance Service:			
Personal Services	64,227	63,000	1,227
Contractual Services	11,963	11,000	963
Commodities	25,422	8,000	17,422
Capital Outlay	20,000	1,000	19,000
Total Ambulance Service	121,612	83,000	38,612
Parks and Recreation:			
Contractual Services	1,876	1,100	776
Commodities	2,108	3,200	(1,092)
Total Parks	3,984	4,300	(316)
Swimming Pool:			
Personal Services	22,262	20,000	2,262
Contractual Services	4,896	4,800	96
Commodities	13,781	12,500	1,281
Total Swimming Pool	40,939	37,300	3,639
Community Development:			
Contractual Services	8,107	9,000	(893)
Commodities	978	1,000	(22)
Total Community Development	9,085	10,000	(915)
Scout House:			
Contractual Services	198	-	198

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 4 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

**For The Year Ended December 31, 2014**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
Global Information System:			
Personal Services	\$ 2,562	\$ 5,000	\$ (2,438)
Contractual Services	70	100	(30)
Commodities	95	200	(105)
	<u>2,727</u>	<u>5,300</u>	<u>(2,573)</u>
Total Global Information System			
	<u>2,727</u>	<u>5,300</u>	<u>(2,573)</u>
Municipal Court:			
Personal Services	6,439	6,500	(61)
Contractual Services	2,323	1,700	623
	<u>8,762</u>	<u>8,200</u>	<u>562</u>
Total Municipal Court			
	<u>8,762</u>	<u>8,200</u>	<u>562</u>
Total Expenditures	<u>803,200</u>	<u>\$ 816,954</u>	<u>\$ (13,754)</u>
Receipts Over (Under) Expenditures	31,488		
UNENCUMBERED CASH, BEGINNING	<u>1,663</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 33,151</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-2**

**SPECIAL CITY HIGHWAY FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS			
Taxes and Shared Revenue:			
State Highway Aid	\$ 34,500	\$ 34,600	\$ (100)
EXPENDITURES			
Commodities	25,070	\$ 25,000	\$ 70
Capital Outlay	13,797	13,880	(83)
Total Expenditures	38,867	\$ 38,880	\$ (13)
Receipts Over (Under) Expenditures	(4,367)		
UNENCUMBERED CASH, BEGINNING	23,753		
UNENCUMBERED CASH, ENDING	\$ 19,386		



**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-3**

**INDUSTRIAL FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Rent Receipts	\$ 675	\$ 1,200	\$ (525)
EXPENDITURES			
Special Projects and Production:			
Contractual	-	\$ 5,000	\$ (5,000)
Property Taxes	-	395	(395)
Total Expenditures	-	\$ 5,395	\$ (5,395)
Receipts Over (Under) Expenditures	675		
UNENCUMBERED CASH, BEGINNING	9,097		
UNENCUMBERED CASH, ENDING	\$ 9,772		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-4**

**LIBRARY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 53,178	\$ 59,467	\$ (6,289)
Delinquent Tax	3,516	-	3,516
Motor Vehicle Tax	8,368	8,281	87
Recreational Vehicle Tax	205	221	(16)
16/20M Vehicle Tax	269	31	238
Commercial Vehicle Tax	571	-	571
Total Receipts	<u>66,107</u>	<u>\$ 68,000</u>	<u>\$ (1,893)</u>
EXPENDITURES			
Appropriation	<u>66,107</u>	<u>\$ 68,000</u>	<u>\$ (1,893)</u>
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, BEGINNING	<u>1</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 1</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

Schedule 2-5

**EMPLOYEE BENEFIT FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 71,831	\$ 80,327	\$ (8,496)
Delinquent Tax	3,021	-	3,021
Motor Vehicle Tax	7,162	7,455	(293)
Recreational Vehicle Tax	176	199	(23)
16/20M Vehicle Tax	190	28	162
Commercial Vehicle Tax	514	-	514
Employee Contributions	160,554	178,000	(17,446)
Health Insurance Contributions	17,634	28,000	(10,366)
Operating Transfers:			
Electric Utility Fund	235,000	255,000	(20,000)
Water Utility Fund	22,535	15,000	7,535
Sewer Maintenance Utility Fund	-	12,000	(12,000)
Solid Waste Utility Fund	25,000	29,000	(4,000)
Total Receipts	<u>543,617</u>	<u>\$ 605,009</u>	<u>\$ (61,392)</u>
EXPENDITURES			
Neighborhood Revitalization Rebate	-	\$ 1,344	\$ (1,344)
Social Security/Medicare	122,325	124,500	(2,175)
KPERS	116,824	102,000	14,824
Other Expenditures	1,671	2,000	(329)
Unemployment Insurance	2,502	2,000	502
Health Insurance Benefit	284,209	319,000	(34,791)
Other Insurance Benefits	647	45,000	(44,353)
Cafeteria Plan Disbursements	15,844	15,500	344
Total Expenditures	<u>544,022</u>	<u>\$ 611,344</u>	<u>\$ (67,322)</u>
Receipts Over (Under) Expenditures	(405)		
UNENCUMBERED CASH, BEGINNING	<u>405</u>		
UNENCUMBERED CASH, ENDING	<u>\$ -</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-6**

**TRANSIENT GUEST TAX FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Transient Guest Tax	\$ 7,722	\$ 7,000	\$ 722
EXPENDITURES			
Tourism Promotions	8,932	\$ 10,000	\$ (1,068)
Receipts Over (Under) Expenditures	(1,210)		
UNENCUMBERED CASH, BEGINNING	12,102		
UNENCUMBERED CASH, ENDING	\$ 10,892		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-7**

**EQUIPMENT RESERVE FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS	\$ -	N/A K.S.A. 12-1, 117	
EXPENDITURES			
Building	405		
Equipment	<u>4,923</u>		
Total Expenditures	<u>5,328</u>		
Receipts Over (Under) Expenditures	(5,328)		
UNENCUMBERED CASH, BEGINNING	<u>11,460</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ 6,132</u></u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-8**

**SEWER UTILITY DEPRECIATION FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS	<u>\$ -</u>	N/A K.S.A. 12-825d	
EXPENDITURES			
Sewer Lagoon Fence	<u>23,513</u>		
Receipts Over (Under) Expenditures	(23,513)		
UNENCUMBERED CASH, BEGINNING	<u>62,209</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ 38,696</u></u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-9**

**ELECTRIC UTILITY DEPRECIATION FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS			
Transfer-Electric Utility Fund	<u>\$ 100,000</u>	N/A K.S.A. 12-825d	
EXPENDITURES			
Capital Outlay	<u>3,934</u>		
Receipts Over (Under) Expenditures	96,066		
UNENCUMBERED CASH, BEGINNING	<u>623,116</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ 719,182</u></u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-10**

**WATER UTILITY DEPRECIATION FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS			
Transfer-Water Utility Fund	<u>\$          50,000</u>	N/A K.S.A. 12-825d	
EXPENDITURES	<u>-</u>		
Receipts Over (Under) Expenditures	50,000		
UNENCUMBERED CASH, BEGINNING	<u>100,000</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$          150,000</u></u>		



**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-11**

**SPECIAL HIGHWAY IMPROVEMENT FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS	\$ -	N/A K.S.A. 68-590	
EXPENDITURES	-		
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, BEGINNING	<u>14,571</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 14,571</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-12**

**OIL REVENUE TRUST FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 141
Other	5,456
Oil Royalties	<u>32,967</u>
Total Receipts	<u>38,564</u>
EXPENDITURES	
Other	<u>77,167</u>
Receipts Over (Under) Expenditures	(38,603)
UNENCUMBERED CASH, BEGINNING	<u>91,785</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 53,182</u></u>

**SPECIAL LAW ENFORCEMENT TRUST FUND**

RECEIPTS	
Interest Income	<u>\$ 5</u>
EXPENDITURES	
Equipment	622
Operating Transfers:	
General Fund	<u>165</u>
Total Expenditures	<u>787</u>
Receipts Over (Under) Expenditures	(782)
UNENCUMBERED CASH, BEGINNING	<u>2,824</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 2,042</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-13**

**SENIOR CITIZEN CENTER FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	<u>\$          93</u>
EXPENDITURES	
Facility	<u>          1,152</u>
Receipts Over (Under) Expenditures	(1,059)
UNENCUMBERED CASH, BEGINNING	<u>          82,954</u>
UNENCUMBERED CASH, ENDING	<u><u>          \$      81,895</u></u>

**STREET TREE FUND**

RECEIPTS	
Donations	<u>\$          900</u>
EXPENDITURES	
Commodities	<u>          1,039</u>
Receipts Over (Under) Expenditures	(139)
UNENCUMBERED CASH, BEGINNING	<u>          2,305</u>
UNENCUMBERED CASH, ENDING	<u><u>          \$      2,166</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-14**

**SCHAFER ESTATE TRUST FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$          49
Loan Repayments	14,519
Other	<u>          97</u>
Total Receipts	<u>          14,665</u>
EXPENDITURES	
Other	<u>          13,000</u>
Receipts Over (Under) Expenditures	1,665
UNENCUMBERED CASH, BEGINNING	<u>          39,236</u>
UNENCUMBERED CASH, ENDING	<u><u>          \$      40,901</u></u>

**PET CEMETERY UPKEEP FUND**

RECEIPTS	<u>\$          -</u>
EXPENDITURES	<u>          -</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>          100</u>
UNENCUMBERED CASH, ENDING	<u><u>          \$      100</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-15**

**PEARL MCMILLEN TRUST FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	<u>\$          24</u>
EXPENDITURES	
Miscellaneous	<u>              796</u>
Receipts Over (Under) Expenditures	(772)
UNENCUMBERED CASH, BEGINNING	<u>          21,734</u>
UNENCUMBERED CASH, ENDING	<u><u>          \$      20,962</u></u>

**SAFE ROUTE TO SCHOOLS GRANT FUND**

RECEIPTS	
Federal Grant	<u>\$         15,000</u>
EXPENDITURES	
	<u>                  -</u>
Receipts Over (Under) Expenditures	15,000
UNENCUMBERED CASH, BEGINNING	<u>          (15,000) *</u>
UNENCUMBERED CASH, ENDING	<u><u>                  -</u></u>

\* See Note 6A, (Cash Basis Exceptions)

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-16**

**HANSEN TRUST FUND**

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>105,254</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 105,254</u></u>

**MIH HOUSING GRANT FUND**

RECEIPTS	
Grant Proceeds	<u>\$ 10,000</u>
EXPENDITURES	
Grant Expenditures	<u>10,000</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>-</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**CAPITAL PROJECT FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-17**

**HIGHWAY 183 PROJECT FUND**

	<u>Actual</u>
RECEIPTS	
Kansas Department of Transportation	<u>\$ 31,594</u>
EXPENDITURES	
Engineering Fees	<u>1,864</u>
Receipts Over (Under) Expenditures	29,730
UNENCUMBERED CASH, BEGINNING	<u>(29,730) *</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>

**SEWER LAGOON PROJECT FUND**

RECEIPTS	
KDHE Loan Proceeds	<u>\$ 2,488,151</u>
EXPENDITURES	
Engineering	<u>2,630</u>
Receipts Over (Under) Expenditures	2,485,521
UNENCUMBERED CASH, BEGINNING	<u>(2,899,753) *</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ (414,232) *</u></u>

\* See Note 6A, (Cash Basis Exceptions)

## CITY OF STOCKTON

Stockton, Kansas

## BUSINESS FUND

Schedule 2-18

Page 1 of 2

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended December 31, 2014

## ELECTRIC UTILITY FUND

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 2,060,285	\$ 1,900,000	\$ 160,285
Sales Tax Collected	66,190	55,000	11,190
Interest on Idle Funds	682	25	657
Sale of Surplus Property	1,220	-	1,220
Reimbursed Expenses	83	100	(17)
Miscellaneous	6,669	2,000	4,669
Total Receipts	2,135,129	\$ 1,957,125	\$ 178,004
EXPENDITURES			
General Administration:			
Personal Services	137,506	\$ 130,040	\$ 7,466
Contractual Services	8,896	6,000	2,896
Commodities	353	1,500	(1,147)
Capital Outlay	-	500	(500)
Total Administration	146,755	138,040	8,715
Acquisition:			
Contractual Services	1,125,791	1,050,000	75,791
Production:			
Personal Services	121,535	114,450	7,085
Contractual Services	37,143	35,000	2,143
Commodities	24,071	20,000	4,071
Capital Outlay	49,975	46,000	3,975
Total Production	232,724	215,450	17,274
Distribution:			
Personal Services	80,852	75,000	5,852
Contractual Services	20,729	16,000	4,729
Commodities	30,124	25,000	5,124
Capital Outlay	16,528	27,000	(10,472)
Total Distribution	148,233	143,000	5,233
Other:			
Sales Tax	67,442	55,000	12,442
Utility Deposit Interest	30	50	(20)
Total Other	67,472	55,050	12,422



**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**

**Schedule 2-18**  
**Page 2 of 2**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**ELECTRIC UTILITY FUND**

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
EXPENDITURES			
Operating Transfers:			
General Fund	\$ 125,000	\$ 125,000	\$ -
Employee Benefit Fund	235,000	255,000	(20,000)
Electric Utility Depreciation Fund	<u>100,000</u>	<u>200,000</u>	<u>(100,000)</u>
Total Operating Transfers	<u>460,000</u>	<u>580,000</u>	<u>(120,000)</u>
Total Expenditures	<u>2,180,975</u>	<u>\$ 2,181,540</u>	<u>\$ (565)</u>
Receipts Over (Under) Expenditures	(45,846)		
UNENCUMBERED CASH, BEGINNING	<u>219,822</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 173,976</u>		

## CITY OF STOCKTON

Stockton, Kansas

BUSINESS FUND

Schedule 2-19

Page 1 of 2

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended December 31, 2014

## WATER UTILITY FUND

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 355,561	\$ 310,000	\$ 45,561
Water Usage Tax	1,483	-	1,483
Interest on Idle Funds	109	-	109
Miscellaneous	2,727	5,705	(2,978)
Sales Tax Receipts	181,001	170,000	11,001
Rent Income	6,210	-	6,210
Total Receipts	547,091	\$ 485,705	\$ 61,386
EXPENDITURES			
Administration:			
Personal Services	\$ 6,009	\$ 6,100	\$ (91)
Contractual Services	2,616	2,500	116
Commodities	128	450	(322)
Capital Outlay	-	500	(500)
Total Administration	8,753	9,550	(797)
Production:			
Personal Services	44,585	41,000	3,585
Contractual Services	23,517	23,760	(243)
Commodities	-	5,000	(5,000)
Capital Outlay	-	15,000	(15,000)
Total Production	68,102	84,760	(16,658)
Distribution:			
Personal Services	35,064	29,000	6,064
Contractual Services	22,318	16,000	6,318
Commodities	24,299	25,000	(701)
Capital Outlay	-	500	(500)
Total Distribution	81,681	70,500	11,181
Treatment:			
Contractual Services	18,431	16,000	2,431
Commodities	107,029	97,000	10,029
Total Treatment	125,460	113,000	12,460

## CITY OF STOCKTON

Stockton, Kansas

BUSINESS FUND

Schedule 2-19

Page 2 of 2

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended December 31, 2014

## WATER UTILITY FUND

	Actual	Budget	Variance- Over (Under)
EXPENDITURES			
Other:			
Utility Deposit Interest	\$ 11	\$ -	\$ 11
General Obligation Bond Interest	156,520	156,360	160
General Obligation Bond Principal	48,000	48,000	-
Total Other	204,531	204,360	171
Operating Transfers:			
General Fund	40,000	65,000	(25,000)
Water Utility Depreciation Fund	50,000	50,000	-
Employee Benefit Fund	22,535	9,000	13,535
Total Operating Transfers	112,535	124,000	(11,465)
Total Expenditures	601,062	\$ 606,170	\$ (5,108)
Receipts Over (Under) Expenditures	(53,971)		
UNENCUMBERED CASH, BEGINNING	613,297		
UNENCUMBERED CASH, ENDING	\$ 559,326		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-20**

**SEWER MAINTENANCE UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 324,681	\$ 315,000	\$ 9,681
Sale of Surplus Property	4,658	-	4,658
Miscellaneous	888	400	488
	<u>330,227</u>	<u>\$ 315,400</u>	<u>\$ 14,827</u>
Total Receipts			
EXPENDITURES			
Administration:			
Personal Services	1,212	\$ 1,000	\$ 212
Contractual Services	1,577	1,000	577
Commodities	128	500	(372)
Capital Outlay	-	1,000	(1,000)
	<u>2,917</u>	<u>3,500</u>	<u>(583)</u>
Total Administration			
Distribution:			
Personal Services	25,948	29,000	(3,052)
Contractual Services	6,488	2,500	3,988
Commodities	9,369	3,500	5,869
	<u>41,805</u>	<u>35,000</u>	<u>6,805</u>
Total Distribution			
Treatment:			
Contractual Services	43,345	32,000	11,345
Commodities	4,322	15,300	(10,978)
Capital Outlay	-	5,700	(5,700)
Loan Repayment	239,554	266,500	(26,946)
	<u>287,221</u>	<u>319,500</u>	<u>(32,279)</u>
Total Treatment			
Operating Transfers:			
General Fund	5,000	5,000	-
Employee Benefit Fund	-	12,000	(12,000)
	<u>5,000</u>	<u>17,000</u>	<u>(12,000)</u>
Total Operating Transfers			
Total Expenditures	<u>336,943</u>	<u>\$ 375,000</u>	<u>\$ (38,057)</u>
Receipts Over (Under) Expenditures	(6,716)		
UNENCUMBERED CASH, BEGINNING	<u>334,408</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 327,692</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-21**

**SOLOMON VALLEY MANOR FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 1,827,121	\$ 1,801,720	\$ 25,401
Donations	1,370	630	740
Reimbursed Expense	2,375	-	2,375
Interest on Idle Funds	613	576	37
Miscellaneous Income	18,159	6,231	11,928
Sales Tax Receipt	90,501	92,540	(2,039)
	<u>1,940,139</u>	<u>\$ 1,901,697</u>	<u>\$ 38,442</u>
Total Receipts			
EXPENDITURES			
Personal Services	1,127,514	\$ 1,000,000	\$ 127,514
Contractual Services	160,286	390,000	(229,714)
Commodities	203,168	172,000	31,168
Capital Outlay	16,469	75,000	(58,531)
Employee Benefits	323,270	426,500	(103,230)
Workers Compensation	27,696	30,000	(2,304)
Miscellaneous	780	500	280
	<u>1,859,183</u>	<u>\$ 2,094,000</u>	<u>\$ (234,817)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	80,956		
UNENCUMBERED CASH, BEGINNING	<u>561,694</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 642,650</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

Schedule 2-22

**SOLID WASTE UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 224,693	\$ 215,000	\$ 9,693
Miscellaneous	6,541	500	6,041
Total Receipts	<u>231,234</u>	<u>\$ 215,500</u>	<u>\$ 15,734</u>
EXPENDITURES			
Administration:			
Personal Services	1,856	\$ 1,000	\$ 856
Contractual Services	1,576	500	1,076
Commodities	128	200	(72)
Total Administration	<u>3,560</u>	<u>1,700</u>	<u>1,860</u>
Production:			
Personal Services	53,665	52,530	1,135
Contractual Services	51,565	55,100	(3,535)
Commodities	40,580	36,000	4,580
Capital Outlay	20,944	28,000	(7,056)
Total Production	<u>166,754</u>	<u>171,630</u>	<u>(4,876)</u>
Operating Transfers:			
General Fund	10,000	10,000	-
Employee Benefit Fund	25,000	29,000	(4,000)
Total Operating Transfers	<u>35,000</u>	<u>39,000</u>	<u>(4,000)</u>
Total Expenditures	<u>205,314</u>	<u>\$ 212,330</u>	<u>\$ (7,016)</u>
Receipts Over (Under) Expenditures	25,920		
UNENCUMBERED CASH, BEGINNING	<u>150,580</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 176,500</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

Schedule 2-23

**STORMWATER MANAGEMENT UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 13,962	\$ 14,000	\$ (38)
EXPENDITURES			
Commodities	5,800	\$ -	\$ 5,800
Capital Outlay	-	5,800	(5,800)
Operating Transfer:			
General Fund	12,000	14,000	(2,000)
Total Expenditures	17,800	\$ 19,800	\$ (2,000)
Receipts Over (Under) Expenditures	(3,838)		
UNENCUMBERED CASH, BEGINNING	18,323		
UNENCUMBERED CASH, ENDING	\$ 14,485		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-24**

**UTILITY DEPOSITS FUND**

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
RECEIPTS			
Electric Deposits	\$ 4,400	\$ 4,650	\$ (250)
Water Deposits	<u>2,382</u>	<u>2,350</u>	<u>32</u>
Total Receipts	<u>6,782</u>	<u><u>\$ 7,000</u></u>	<u><u>\$ (218)</u></u>
EXPENDITURES			
Refunds	<u>6,782</u>	<u><u>\$ 13,768</u></u>	<u><u>\$ (6,986)</u></u>
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, BEGINNING	<u>-</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>		



**CITY OF STOCKTON**  
**Stockton, Kansas**  
**TRUST FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-25**

**KELLER ESTATE MEMORIAL FUND**

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>5,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 5,000</u></u>

**CARL BROWN FUND**

RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>2,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 2,000</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**TRUST FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 2-26**

**D.A. HINDMAN TRUST FUND**

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>1,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 1,000</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**AGENCY FUNDS**  
**SUMMARY OF RECEIPTS AND DISBURSEMENTS**  
**Regulatory Basis**  
**For The Year Ended December 31, 2014**

**Schedule 3**

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Stockton 125 Cafeteria ACH Fund	\$ 9,360	\$ 18,708	\$ 16,887	\$ 11,181
Federal Income Tax Withholding Fund	-	56,251	56,251	-
State Income Tax Withholding Fund	-	27,922	27,922	-
Payroll Clearing Fund	24,087	920,767	886,732	58,122
Judicial Branch Education Fund	7	30	27	10
Total Agency Funds	<u>\$ 33,454</u>	<u>\$ 1,023,678</u>	<u>\$ 987,819</u>	<u>\$ 69,313</u>